

Message Text

UNCLASSIFIED

PAGE 01 SAO PA 01980 011919Z
ACTION XMB-04

INFO OCT-01 ARA-14 ISO-00 AID-05 COME-00 EB-08 CIAE-00
 INR-07 NSAE-00 OMB-01 OPIC-06 TRSE-00 /046 W
 -----033744 012010Z /70

R 011630Z AUG 77
FM AMCONSUL SAO PAULO
TO SECSTATE WASHDC 7909
INFO AMEMBASSY BRASILIA
AMCONSUL RIO DE JANEIRO

UNCLAS SAO PAULO 1980

PASS EXIMBANK

E.O.11652: N/A
TAGS: BPRO, BR
SUBJECT: EXIMBANK GUARANTEE/INDUSTRIA DE PAPEL E CELULOSE DE SALTO SA

REF: STATE 169066

1. 99 PERCENT OF FIRM'S STOCK IS OWNED BY INDUSTRIA DE PAPEL SIMAO S.A.

A COMPANY CONTROLLED BY MR. LATIFE SIMAO RACY, WHO ALSO
OWNS MANY FARMS
AND OTHER REAL ESTATE. ALTHOUGH INDIVIDUALLY INDUSTRIA DE PAPEL E
CELULOSE DE SALTO S. A. DOES NOT HAVE A STRONG FINANCIAL SITUATION,
THE GUARANTEE OF INDUSTRIAS DE PAPEL SIMAO AND HIS GROUP SEEMS
QUITE ADEQUATE FOR A PURCHASE INVOLVING 603,000 DOLLARS.

2. THE BALANCE SHEET FOR 1976 OF INDUSTRIA DE PAPEL E CELULOSE DE
SALTO S. A., WHICH HAS A REGISTERED CAPITAL OF CR\$50 MILLION, SHOW
A NET WORTH OF CR\$45.9 MILLION, WORKING CAPITAL DEFICIT OF CR\$2.6
MILLION, A CURRENT ASSETS TO LIABILITIES RATIO OF 0.94 TO 1.00, AND
ANNUAL SALES OF CR\$65.3 MILLION. DUN & BRADSTREET REPORTS SOME
PAYMENT DELAYS AND DESCRIBES FIRMS FINANCIAL SITUATION AS
DIFFICULT.

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3. AS CONFIRMED BY SAO PAULO PAPER MANUFACTURERS' ASSOCIATION,
PAPER PRODUCED BY THE MACHINERY BEING SOLD IS TO BE USED PRIMARILY
IN BRAZILIAN CURRENCY. THEREFORE, FIRM MAY BE EXPECTED TO HAVE
A DEGREE OF OFFICIAL APPROVAL FOR THE PURCHASE WHICH WOULD TEND
TO ENHANCE ITS CREDIT RATING IN THIS RESPECT.

4. POST PERCEIVES NO OBJECTION IN PRINCIPLE TO REQUEST BEING
CONSIDERED BY EXIMBANK.
CHAPIN

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Sent Date: 01-Aug-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977SAOPA01980
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770275-0577
Format: TEL
From: SAO PAULO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t197708110/aaaadprc.tel
Line Count: 65
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 23102250-c288-dd11-92da-001cc4696bcc
Office: ACTION XMB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 77 STATE 169066
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 02-Nov-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1433113
Secure: OPEN
Status: NATIVE
Subject: EXIMBANK GUARANTEE/INDUSTRIA DE PAPEL E CELULOSE DE SALTO SA
TAGS: BPRO, BR
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/23102250-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
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